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September 30, 2011



Debra A. Howland
Executive Director and Secretary
New Hampshire Public Utilities Commission
Walker Building
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Re: DE 11-____; Granite State Electric Company d/b/a National Grid
Storm Recovery Adjustment Factor

Dear Ms. Howland:

Enclosed for filing with the Commission on behalf of Granite State Electric Company d/b/a National Grid ("National Grid" or "Company") are seven copies of direct testimony of Theresa Burns, Jeffrey Oliveira, and Kurt Demmer along with supporting schedules and proposed tariff pages in support of a request by National Grid to adjust its Storm Recovery Adjustment ("SRA") Factor pursuant to the SRA provision in the Company's tariff. The Company's filing proposes to increase the SRA Factor from its current level of 0.040¢ per kWh that was established on a temporary basis in Docket DE 10-096 to 0.223¢ per kWh effective January 1, 2012, with a reduction to 0.127¢ per kWh effective January 1, 2017.

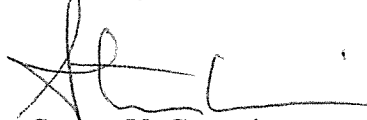
As is explained in the enclosed testimony, the Company's Storm Fund is currently in a substantial deficit position because of the size and frequency of recent major storm events. The temporary increase through January 1, 2017 is intended to recover sufficient revenues to eliminate the existing Storm Fund deficit over a five year period, while the permanent increase in the SRA Factor is intended to address the fact that the current level of funding for the Storm Fund that is included in base rates is insufficient to cover the ongoing costs of periodic events qualifying for the Storm Fund.

Under separate cover, National Grid will be providing directly to the Commission staff for audit purposes a CD containing supporting documentation for the expenses being charged to the Storm Fund.

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Please feel free to contact me if you have any questions at all.

Sincerely,



Steven V. Camerino

cc: Meredith A. Hatfield, Esq.
Steven Mullen (w/o enclosures)
Celia B. O'Brien, Esq.
Michael D. Laflamme
Theresa M. Burns